COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In	the	M:	atter	of

PROPOSED ADJUSTMENT OF THE)
WHOLESALE WATER SERVICE RATES OF) CASE NO
THE MUNICIPAL WATER SYSTEM OF THE) 96-326
CITY OF HODGENVILLE. KENTUCKY	'

ORDER

IT IS ORDERED that LaRue County Water District No. 1 ("LaRue District") shall file the original and 12 copies of the following information with the Commission by January 27, 1997 with a copy to all parties of record. Each copy of the information requested should be placed in a bound volume with each item tabbed. When a number of sheets are required for an item, each sheet should be appropriately indexed, for example, Item 1(a), Sheet 2 of 6. Include with each response the name of the witness who will be responsible for responding to questions relating to the information provided. Careful attention should be given to copied material to ensure that it is legible. Where information requested herein has been provided along with the original application, in the format requested herein, reference may be made to the specific location of that information in responding to this Order.

1. For each year since 1992, how much (in number of customers) has LaRue District's customer base increased?

- 2. a. Does LaRue District anticipate that it will, within the next two years, purchase in excess of 2,700,000 gallons of water per month from the City of Hodgenville, Kentucky ("Hodgenville")?
- b. If yes, how much in excess of 2,700,000 gallons of water per month does it expect to purchase?
 - 3. a. Will LaRue District benefit from Hodgenville's proposed facilities?
 - b. If no, why not?
 - c. If yes, identify these benefits If not, explain.
- 4. a. Does LaRue District expect its customer base to increase as a result of the development of the Hodgenville Industrial Park?
 - b. If yes, how much of an increase is expected?
- 5. a. Does LaRue District currently experience pressure problems at the entrance to the Hodgenville Industrial Park at the Highway 61 By-Pass?
 - b. If yes, describe these pressure problems.
- 6. How many gallons of water did LaRue District purchase from Hodgenville in
 - a. 1995?
 - b. 1996?
- 7. a. Does LaRue District agree with the allocation factors which Hodgenville used to determine its proposed wholesale rate?
- b. If no, identify the factors with which LaRue District does not agree and state the reasons for its disagreement.

8. a. Does LaRue District agree with Hodgenville's estimate that one-half of all unaccounted-for water is unmetered water used by Hodgenville?

b. If no, why does LaRue District disagree with this estimate?Done at Frankfort, Kentucky, this 13th day of January, 1997.

PUBLIC SERVICE COMMISSION

For the Commission

ATTEST:

Executive Director